STATE OF OREGON

COUNTY OF CROOK

CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

PAULINA RANCHES, INC. 7100 S.W. RIDGEMONT PORTLAND, OREGON 97225



confirms the right to use the waters of WELL 2 in the BEAVER CREEK BASIN for the purpose of IRRIGATING 244.5 ACRES.

The right has been perfected under Permit G-9255. The date of priority is MAY 29, 1980. The right is limited to not more than 3.06 CUBIC FEET PER SECOND or its equivalent in case of rotation, measured at the well.

The well is located as follows:

NW 1/4 SW 1/4, SECTION 3, T 17 S, R 23 E, W.M.; 3475 FEET SOUTH AND 500 FEET EAST FROM NW CORNER SECTION 3.

The amount of water used for irrigation, together with the amount secured under any other right existing for the same lands, shall be limited to ONE-EIGHTIETH of one cubic foot per second per acre, or its equivalent for each acre irrigated and shall be further limited to a diversion of not to exceed 3.0 acre-feet per acre for each acre irrigated during the irrigation season of each year.

The right shall conform to such reasonable rotation system as may be ordered by the proper state officer.

A description of the place of use under the right, and to which such right is appurtenant, is as follows:

NE 1/4 NE 1/4 12.5 ACRES NW 1/4 NE 1/4 2.2 ACRES SW 1/4 NE 1/4 39.0 ACRES NE 1/4 NW 1/4 8.6 ACRES SW 1/4 NW 1/4 18.0 ACRES SW 1/4 NW 1/4 32.6 ACRES SE 1/4 NW 1/4 32.6 ACRES NE 1/4 SW 1/4 1.0 ACRE NW 1/4 SW 1/4 8.1 ACRES SECTION 3

NE 1/4 SE 1/4 21.6 ACRES NW 1/4 SE 1/4 4.2 ACRES SW 1/4 SE 1/4 37.6 ACRES SE 1/4 SE 1/4 26.4 ACRES

SECTION 4

TOWNSHIP 17 SOUTH, RANGE 23 EAST, W.M.

The right to the use of the water for the above purpose is restricted to beneficial use on the lands or place of use described.

WITNESS the signature of the Water Resources Director, affixed this date MAY 19, 1989.

/s/ WILLIAM H. YOUNG

Water Resources Director

Recorded in State Record of Water Right Certificates numbered 61100

G-9753.TES